



Invesco Utilities Fund

Sectors

Data as of Dec. 31, 2011

Investment objective and strategy

The fund seeks long-term capital growth and, secondarily, current income by investing primarily in the stocks of companies that produce, generate, transmit or distribute natural gas or electricity, as well as in companies that provide telecommunication services, including local, long distance and wireless.

Portfolio management

Meggan M. Walsh, Robert Botard

How does the fund fit into your portfolio?

- **Satellite position.** The fund is a sector-oriented product that can be added as a satellite position to enhance return potential when employed in a strategic or tactical allocation.

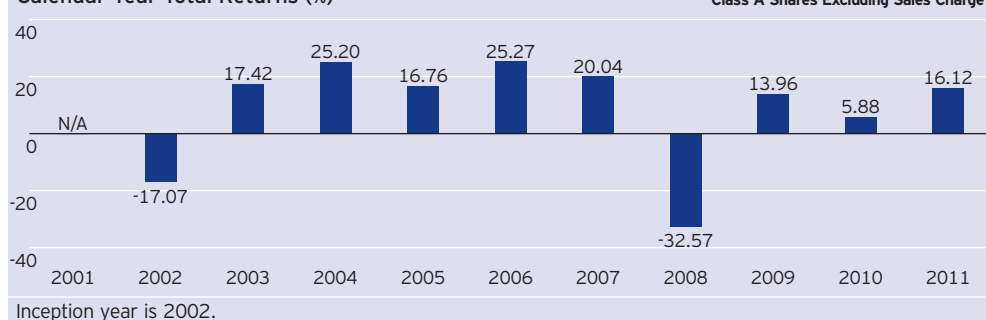
Investment Results

Period	Average Annual Total Returns (%)					as of Dec. 31, 2011	
	Class A Shares Inception: 03/28/02		Class C Shares Inception: 02/14/00		Investor Class Shares Inception: 06/02/86	Class Y Shares Inception: 10/03/08	Style-Specific Index
	Max Load 5.50%	NAV	Max CDSC 1.00%	NAV	NAV	NAV	S&P 500 Utilities Index
Inception	6.86	7.48	0.57	0.57	8.14	-	-
25 Years	-	-	-	-	7.97	-	-
20 Years	-	-	-	-	7.36	-	7.14
15 Years	-	-	-	-	6.08	-	6.71
10 Years	-	-	5.77	5.77	6.63	6.72	6.42
5 Years	1.39	2.55	1.80	1.80	2.55	2.71	3.71
3 Years	9.81	11.90	11.07	11.07	11.92	12.20	12.27
1 Year	9.74	16.12	14.30	15.30	16.15	16.44	19.91
Quarter	0.63	6.48	5.27	6.27	6.43	6.56	8.28

Performance quoted is past performance and cannot guarantee comparable future results; current performance may be lower or higher. Visit invesco.com/performance for the most recent month-end performance. Performance figures reflect reinvested distributions and changes in net asset value (NAV). Investment return and principal value will vary, and you may have a gain or a loss when you sell shares. No contingent deferred sales charge (CDSC) will be imposed on redemptions of Class C shares following one year from the date shares were purchased. Performance shown at NAV does not include applicable CDSC or front-end sales charges, which would have reduced the performance. The Investor Class shares have no sales charge; therefore, performance is at NAV. Class Y shares have no sales charge; therefore, performance is at NAV. Performance shown prior to the inception date of Class Y shares is that of Investor Class shares and includes the 12b-1 fees applicable to Investor Class shares. Investor Class share performance reflects any applicable fee waivers or expense reimbursements. Had fees not been waived and/or expenses reimbursed currently or in the past, returns would have been lower. Returns less than one year are cumulative; all others are annualized.

Index source: Lipper Inc.

Calendar-Year Total Returns (%)



About risk

The fund's foreign investments may be affected by changes in the foreign country's exchange rates; political and social instability; changes in economic or taxation policies; difficulties when enforcing obligations; decreased liquidity; and increased volatility. Foreign companies may be subject to less regulation resulting in less publicly available information about the companies.

The investment techniques and risk analysis used by portfolio managers may not produce desired results.

The fund's investments are concentrated in a comparatively narrow segment of the economy, which may make the fund more volatile.

Stocks of small and mid-sized companies tend to be more vulnerable to adverse developments in the above factors and may have little or no operating history or track record of success, and limited product lines, markets, management and financial resources. The securities of small and mid-sized companies may be more volatile due to less market interest and less publicly available issuer information. They also may be illiquid or restricted as to resale, or may trade less frequently and in smaller volumes, all of which may cause difficulty when establishing or closing a position at a desirable price.

Fund Facts

Nasdaq A: IAUTX C: IUTCX
Investor: FSTUX
Y: IAUYX I: FSIUX

Total Net Assets \$395,307,547
Total Number of Holdings 37
Annual Turnover (as of 04/30/11) 17%

Top Equity Holdings

	% of Total Net Assets
Southern Co.	5.27
American Electric Power Co. Inc.	4.92
Xcel Energy Inc.	4.68
Dominion Resources Inc.	4.54
Pepco Holdings Inc.	4.38
Exelon Corp.	4.32
Portland General Electric Co.	4.25
National Grid PLC	4.25
Entergy Corp.	3.93
Edison International	3.65

Holdings are subject to change and are not buy/sell recommendations.

Top Industries

Electric Utilities	47.15
Multiutilities	28.09
Independent Power Producers & Energy Traders	6.40
Gas Utilities	5.90
Integrated Telecommunication Services	4.35
Oil & Gas Storage & Transportation	0.94

Holdings are subject to change and are not buy/sell recommendations.

Expense Ratios

	% Net	% Total
Class A Shares	1.32	1.46
Class C Shares	2.07	2.21
Investor Class Shares	1.32	1.46
Class Y Shares	1.07	1.21

Per the current prospectus

Net = Total annual operating expenses less any contractual fee waivers and/or expense reimbursements by the adviser in effect through at least June 30, 2013. See current prospectus for more information.

About risk (continued)

The following factors may affect the fund's investments in the utilities sector: governmental regulation, economic factors, ability of the issuer to obtain financing, prices of natural resources and risks associated with nuclear power.

Investor Class shares are available only to certain investors. See the prospectus for more information.

Class Y shares are available only to certain investors. See the prospectus for more information.

The fund holdings are organized according to the Global Industry Classification Standard, which was developed by and is the exclusive property and service mark of MSCI Inc. and Standard & Poor's.

The S&P 500 Utilities Index is an unmanaged index considered representative of the utilities market.

12-month forward and trailing P/E are calculated using weighted harmonic averaging, which helps avoid extreme results that may occur due to small relative numbers in the denominator. It doesn't exclude extreme values; instead, it reduces the effect of outliers on the aggregate calculation. The **price/book ratio** is the market price of a stock divided by the book value per share.

Return on equity (ROE) is net income divided by net worth. The **median 12-Month Fwd. Growth Rate** is the percent change between the next twelve months' mean EPS estimate and the previous twelve months' actuals. The **three-year EPS growth rate** is a weighted average of each stock holding's growth rate in earnings per share (EPS). EPS is total earnings divided by the number of shares outstanding. This measurement is not a forecast of the fund's performance. The **five-year dividend growth rate** is the weighted average of each stock holding's annualized percentage rate of growth in dividend yield over five years. This measurement is not a forecast of the fund's performance. **Alpha** (cash adjusted) is a measure of performance on a risk-adjusted basis. **Beta** (cash adjusted) is a measure of relative risk and the slope of regression. **R-squared** (cash adjusted) expresses the proportion of variation in the return of one fund explained by the return of a benchmark. **Tracking error** measures the difference between returns of a portfolio and its benchmark index. The **up and down capture** measures how well a manager was able to replicate or improve on periods of positive benchmark returns and how severely the manager was affected by periods of negative benchmark returns. **Standard deviation** measures a fund's range of total returns and identifies the spread of a fund's short-term fluctuations.

All data provided by Invesco unless otherwise noted.

External Comparisons Based on Total or Risk-Adjusted Return

Morningstar Ratings and Rankings and Lipper Rankings

	Class A Shares as of Dec. 31, 2011				
	Overall	1 Year	3 Years	5 Years	10 Years
vs. Morningstar Utilities Category*					
A Shares (Load)	★★	N/A	★	★★★	N/A
A Shares (Load Waived)	★★★	N/A	★★	★★★	N/A
Number of Funds in Category	74	N/A	74	72	N/A
vs. Morningstar Utilities Category**		30% (23 of 75)	76% (57 of 74)	55% (40 of 72)	N/A
vs. Lipper Utility Funds Category***		29% (21 of 73)	64% (44 of 68)	52% (32 of 61)	N/A

*Source: ©2012 Morningstar Inc. All rights reserved. The information contained herein is proprietary to Morningstar and/or its content providers. It may not be copied or distributed and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. **Ratings are based on a risk-adjusted return measure that accounts for variation in a fund's monthly performance, placing more emphasis on the downward variations and rewarding consistent performance.** With-load ratings include the effect of sales charges, loads and redemption fees. Load-waived ratings exclude sales charges, loads and redemption fees, and are only applicable to investors not subject to sales charges. Had fees not been waived and/or expenses reimbursed in the past, the Morningstar rating would have been lower. The overall rating is derived from a weighted average of three-, five- and 10-year rating metrics, as applicable. Ratings are as of the most recent quarter end and are subject to change every month. A fund is eligible for a Morningstar rating three years after inception. The top 10% of funds in a category receive five stars, the next 22.5% four stars, the next 35% three stars, the next 22.5% two stars and the bottom 10% one star. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) Ratings for other share classes may differ due to different performance characteristics. Past performance does not guarantee future results.

Source: Morningstar Inc. **Morningstar rankings are based on total return, excluding sales charges and including fees and expenses, versus all funds in the category tracked by Morningstar.

***Source: Lipper Inc. **Lipper fund percentile rankings are based on total returns, excluding sales charges and including fees and expenses,** and are versus all funds in the category tracked by Lipper.

Portfolio Characteristics: Fund vs. S&P 500 Utilities Index

Valuation Statistics

	Fund	Index
12-Month Forward P/E	14.54	14.58
12-Month Trailing P/E	14.48	14.27
Price/Book (Wtd. Avg.)	1.66	1.71
1-Year ROE (Wtd. Avg.)	11.43	11.04
12-Month Fwd. Growth Rate (Median) (%)	3.71	3.86
3-Year EPS Growth Rate (Wtd. Avg.) (%)	-5.28	-1.89
5-Year Dividend Growth Rate (Wtd. Avg.) (%)	5.27	3.94
Weighted Average Market Cap (\$MM)	20,607	19,364
Weighted Median Market Cap (\$MM)	13,489	17,014
3-Year Standard Deviation	12.08	12.61

Sources: Invesco, Compustat, Thomson Financial, Standard & Poor's, StyleADVISOR

Statistics

Fund vs. Index	3 Years	5 Years
Alpha (%)	0.44	-1.00
Beta	0.93	0.96
R-Squared	0.94	0.94
Tracking Error (%)	2.98	3.79
Up Capture (%)	97.27	92.93
Down Capture (%)	98.49	99.19

Source: StyleADVISOR; based on Class A shares

Equity Sector Breakdown

Market Sector	% of Total Net Assets	
	Fund	Index
Utilities	87.55	100.00
Telecommunication Services	4.35	0.00
Energy	0.94	0.00
Consumer Discretionary	0.00	0.00
Consumer Staples	0.00	0.00
Financials	0.00	0.00
Health Care	0.00	0.00
Industrials	0.00	0.00
Information Technology	0.00	0.00
Materials	0.00	0.00

Sources: Invesco, Standard & Poor's

Capitalization Breakdown

	% of Equities	
	Fund	Index
Giant	9.59	0.00
Large	54.49	75.10
Mid	31.34	24.90
Small	4.58	0.00
Micro	0.00	0.00

Based on Morningstar capitalization ranges

Asset Mix (%)

	at 12/31/11	at 12/31/10
Domestic Common Stk	87.01	89.31
Cash	6.73	3.83
Int'l Common Stk	5.82	6.75
Other	0.44	0.11

NOT FDIC INSURED | MAY LOSE VALUE | NO BANK GUARANTEE

Consider the investment objectives, risks, charges and expenses carefully before investing. Please read the prospectus carefully before investing. For this and more complete information about the funds, contact your financial advisor or visit invesco.com/fundprospectus.

Note: Not all products, materials or services available at all firms. Advisors, please contact your home office.

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Data as of Dec. 31, 2011

Performance summary

- During the quarter, utilities stocks outpaced the broad market (as measured by the S&P 500 Index) and the sector had the only positive return of all 10 sectors within the index.
- In the third quarter, the fund's Class A shares at net asset value posted a small loss and underperformed its style-specific benchmark, the S&P 500 Utilities Index. (Please see the returns table on page 1 for fund and index returns.)

Contributors to performance

- On an absolute basis, fund holdings in diversified utilities were the largest contributors to performance during the quarter.

Detractors from performance

- Holdings in the electric and diversified utilities industries were the largest detractors from the fund's relative results.

Top contributors and detractors

Contributors	(%) of Total Assets	Detractors	(%) of Total Assets
1. Southern Co.	5.44	1. E.ON AG	1.39
2. Dominion Resources Inc	5.08	2. NRG Energy Inc.	2.61
3. Duke Energy Corp.	3.00	3. Calpine Corp.	2.15
4. Progress Energy Inc.	2.30	4. Portland General Electric Co.	4.49
5. Xcel Energy Inc.	4.53	5. UGI Corp.	1.14

Positioning and outlook

- There were no major positioning changes during the quarter. We reduced some positions in electric utilities and added to existing holdings in gas utilities.
- We continue to emphasize regulated over non-regulated utilities given their relatively attractive valuations. At the end of the period, the fund's largest industry allocations were in the electric and multi-utilities industries.
- As we enter the last quarter of 2011, retail power consumption trends have not yet recovered fully from the economic downturn. In addition, the U.S. Environmental Protection Agency has issued new regulatory emissions requirements that will have an economic impact and require capital expenditures to comply with the new standards.
- We are committed to providing shareholders with strategic exposure to a traditionally defensive and income-oriented asset class through our total return approach, emphasizing capital appreciation, current income and capital preservation.

The S&P 500® Index is an unmanaged index considered representative of the U.S. stock market. An investment cannot be made directly in an index. Opinions expressed are those of the fund's portfolio management. Holdings are subject to change and are not buy/sell recommendations.